Northeast Florida Broadcasting Corp. Baldwin, Florida File No. BPH-891214NA

AMENDMENT

Northeast Florida Broadcasting Corp. ("Northeast Florida"), respectfully requests that its application for a new FM broadcast station on Channel 289A at Baldwin, Florida, File No. BPH-891214NA, be amended to reflect the following media interest of Ms. Dorothy Wade, a non-voting shareholder in Northeast Florida:

Ms. Wade has a 75% non-voting interest in HBA Broadcasting, Inc., an applicant for a construction permit to build a new FM radio station at Martinez, Georgia, File No. BPH-900125MT.

Because Ms. Wade is a non-voting shareholder in Northeast Florida, insulated from the management and control of the applicant, Ms. Wade's interest in HBA Broadcasting, Inc. is not attributable to Northeast Florida Broadcasting Corp.

NORTHEAST FLORIDA BROADCASTING CORP.

Lillian Holt President

Dated: June ___, 1991

EXHIBIT A

RUBIN, WINSTON & DIERCKS

ATTORNEYS AT LAW

ERIC M RUBIN P C

JAMES L WINSTON P C

WALTER E DIERCKS

STEVEN J STONE

DESMOND F BROWN'

OF COUNSEL

STUART D RUBIN'

* ADMITTED ONLY IN NEW YORK

1730 M STRFET, N.W. SUITE 412 WASHINGTON, D.C. 20036 (202) 861-0870 TELECOPIER NUMBER (202) 429-0657

April 5, 1990

Ms. Lillian Holt Northeast Florida Broadcasting Corp. 3716 Bramble Road Jacksonville, Florida 32210

Re: Amendment regarding Dorothy Wade

Dear Lillian:

Enclosed is an amendment to update the FCC that Dorothy Wade has acquired an interest in another applicant. Please review the amendment, and then sign and return it to our office so that we may file it with the Commission.

If you have any questions concerning this matter, please contact me.

Desmond P. Brown

Sincerely

Enclosure

Northeast Florida Broadcasting Corp. Baldwin, Florida File No. BPH-891214NA

AMENDMENT

Northeast Florida Broadcasting Corp. requests that its application for a new FM radio station on Channel 289A at Baldwin, Florida, File No. BPH-891214NA, be amended to reflect the attached information.

NORTHEAST FLORIDA BROADCASTING CORP.

Lillian Holt President

Dated: April ____, 1990

Northeast Florida Broadcasting Corp. Baldwin, Florida File No. BPH-891214NA

<u>AMENDMENT</u>

Northeast Florida Broadcasting Corp. respectfully requests that its response to Question 8 in Section II (regarding the applicant's Legal Qualifications) of its application for a new FM station on Channel 289A at Baldwin, Florida, File No. BPH-891214NA, be amended to update the media interests of Ms. Dorothy Wade, who has acquired an interest in the following:

Ms. Dorothy Wade has acquired a 75% non-voting interest in HBA Broadcasting, Inc., an applicant for a construction permit to build a new PM radio station on Channel 299C2 at Martinez, Georgia, File No. BPH-890114MP

The interest held by Ms. Wade, who is a 75% non-voting shareholder in Northeast Florida Broadcasting Corp., is not attributable to the applicant.

CERTIFICATE OF SERVICE

I, Kathy Nickens, a secretary in the law firm of Rubin, Winston, Diercks & Harris, hereby certify that a copy of the attached PETITION FOR LEAVE TO AMEND AND AMENDMENT was served this 27th day of June 1991, to the following persons by first class mail, postage prepaid:

Honorable Edward Luton
Administrative Law Judge
Federal Communications
Commission
2000 L Street, N.W.
Room 225
Washington, D.C. 20554

Mr. Charles E. Dziedzic Chief, Hearing Branch Federal Communications Commission Mass Media Bureau 2025 M Street, N.W., Room 7212 Washington, D.C. 20554

Chief, Data Management Staff
Federal Communications
 Commission
Mass Media Bureau
Audio Services Division
1919 M Street, N.W.,
Room 350
Washington, D.C. 20554

Denise B. Moline, Esq.
McCabe & Allen
9105 Owens Drive
P.O. Box 2126
Manassas Park, Virginia 22111
Counsel for White Broadcasting
Partnership

David Honig, Esq. 1800 N.W. 187th Street Miami, Florida 33056 Counsel for Peaches Broadcasting, Ltd. Allan G. Moskowitz, Esq.
Kaye, Scholer, Fierman,
Hays & Handler
901 15th Street, N.W.
Suite 1100
Washington, D.C. 20005
Counsel for Sage Broadcasting
Corporation

Arthur V. Belendiuk, Esq. Smithwick & Belendiuk, P.C. 2033 M Street, N.W. Suite 207 Washington, D.C. 20036 Counsel for Douglas Johnson

Avelino G. Halagao, Esq. 7799 Leesburg Pike, Suite 900 Falls Church, VA 22043 Counsel for JEM Productions, Limited Partnership

Federal Aviation Administration Office of Chief Counsel AGC-230 800 Independence Avenue, S.W. Washington, D.C. 20591

Kathy Nickens

EXHIBIT 16

R-SEIVED JUL 08 BSI P.S.

Before the FEDERAL COMMUNICATIONS COMMISSION Washington, D.C. 20554

FCC 91M-2042 5151

In re Applications of)	MM Docket No. 90-504
PLAYA DEL SOL BROADCASTERS)	File No. BPH-890501MJ
VALDOVINO BROADCASTING, LIMITED PARTNERSHIP)	File No. BPH-890503MO
MICHAEL DURDEN)	File No. BPH-890503MP
For Construction Permit for a New FM Station on Channel 249A in Mecca, California))	

MEMORANDUM OPINION AND ORDER

Issued: June 28, 1991 ; Released: July 2, 1991

- 1. Under consideration are a Petition to Enlarge Issues Against Valdovino Broadcasting, Limited Partnership, filed on May 17, 1991, by Michael Durden ("Durden"); an opposition thereto filed on May 29, 1991, by Valdovino Broadcasting, Limited Partnership ("VBLP"); and a reply filed on June 17, 1991, by Durden.
- 2. Durden seeks the addition of real party-in-interest, financial qualifications, and false financial certification issues against VBLP. In support, Durden claims that Salvador Serrano, through his sister Lura Madarang, is a real party-in-interest in VBLP. Serrano is a broadcast consultant who, with his business partner, George Enuton, found VBLP's proposed site, recruited its general partner, prepared its engineering, helped draft its application, brought its limited partners into the application, drafted its partnership agreement, and otherwise guided the VBLP application. Madarang, who is a 40% limited partner in VBLP, has no obligation to contribute funds to the applicant, knows virtually nothing about the applicant, and holds her interest as a surety for her brother, that is, to insure that he and Enuton receive their fee for consulting services. Madarang will transfer her 40% interest to VBLP's general partner if and when Serrano and Enuton are paid.
- 3. In support of its request for financial and false certification issues, Durden argues that, at the time of certification, VBLP general partner Feliciana Valdovino had no idea about where the money to build the station might come from. After the application was filed, Enuton told Valdovino that her limited partners would provide her with the money to build the proposed station. She never received any information which would show that her limited partners could meet their commitments, but relied on Enuton's verbal assurances that they could do so.
- 4. In its opposition, VBLP maintains that Serrano is not a real party-in-interest because he will not hold any future interest in the proposed station. VBLP also alleges that, at the time of her financial certification, Valdovino was relying on her own resources, and that they were sufficient to construct and operate the proposed station. In support of this assertion, VBLP supplies Valdovino's balance sheet showing her financial condition as of March 31, 1991.

- 5. Durden's petition to enlarge issues will be granted. Although Madarang is the legal owner of a 40% interest in VBLP, she admittedly holds that interest on behalf of her brother, who appears to possess and control that interest in all but name. Moreover, at the hearing, Serrano candidly testified that he used his sister to hold this interest because, if he held such interest himself, it would be attributable to the applicant and reduce its integration credit. Under these circumstances, it appears that Serrano and Enuton may be real parties-in-interest in VBLP and the requested issue will be added. Moreover, based upon the above, it appears that the legal and organizational structure of VBLP may be a sham and, on the Presiding Judge's own motion, an appropriate issue will be specified.
- 6. Financial and false certification issues will also be added. It appears that VBLP had no firm financial plan in place to finance the construction and operation of its proposed station at the time of its financial certification. Moreover, even assuming that VBLP was relying on Valdovino's personal finances, it has failed to establish that she had at the time of certification sufficient net liquid assets to cover the applicant's costs. Similarly, even assuming that VBLP was relying on its limited partners' assets, Valdovino had no concrete, firsthand information at the time of her certification establishing that they could fulfill their commitments. Northampton Media Associates, 4 FCC Red 5517, 5518-19 (1989).

Accordingly, IT IS ORDERED that the Petition to Enlarge Issues Against Valdovino Broadcasting, Limited Partnership, filed by Durden on May 17, 1991, IS GRANTED, and the following issues are added to this proceeding: 1

- 4. To determine whether Salvador Serrano and/or George Enuton is a real party-in-interest in Valdovino Broadcasting, Limited Partnership;
- 5. To determine whether the legal and/or organizational structure of Valdovino Broadcasting, Limited Partnership, is a sham;
- 6. To determine whether Valdovino Broadcasting, Limited Partnership, is financially qualified to construct and operate its proposed station;
- 7. To determine whether Valdovino Broadcasting, Limited Partnership, was financially qualified to construct and operate its proposed station at the time its application was filed;
- 8. To determine whether Valdovino Broadcasting, Limited Partnership, falsely certified that it was financially qualified to construct and operate its proposed station; and
- 9. To determine, in light of the evidence adduced under Issues 4 through 8, whether Valdovino Broadcasting, Limited Partnership, possesses the basic qualifications to become a Commission licensee.

¹ Under Issues 6 and 7, VBLP must also establish that its limited partners have continually had the ability to fulfill their commitments to all of the pending applications in which they were involved. Breeze Broadcasting Company, Ltd., 5 FCC Rcd 6365 (Rev. Bd. 1990).

IT IS FURTHER ORDERED that because the facts required to resolve these issues are peculiarly within the knowledge of VBLP, the burden of proceeding and the burden of proof on these issues ARE ASSIGNED to VBLP.

FEDERAL COMMUNICATIONS COMMISSION

Arthur I. Steinberg

Administrative Law Judge

EXHIBIT 17

ECTION 111 - FINANCIAL QUALIFICATIONS

Peaches# 13 Rejected

NOTE if this application is for a change in an operating facility do not fill out this section.

The applicant certifies that sufficient net liquid assets are on hand or that sufficient funds
are available from committed sources to construct and operate the requested facilities for
three months without revenue.

X Yes No

2. State the total funds you estimate are necessary to construct and operate the requested facility for three months without revenue.

414,600

3. Identify each source of funds, including the name, address, and telephone number of the source (and a contact person if the source is an entity), the relationship (if any) of the source to the applicant, and the amount of funds to be supplied by each source.

Source of Funds (Name and Address)	Telephone Number	Relationship	Amount	
Lillian Holt 7235 Sharbeth Dr. South Jacksonville, FL 32210	(904) 771-8824	voting shareholder	\$ 1,000	
Dorothy A. Wade 1110 Sweetwood Lane Oakton, VA 22124	(703) 620-6390	nonvoting shareholder	\$203,000	
First Georgia Savings Bank P.O. Box 1159 Kingsland, Georgia Attn: Rodney E. Bennett	(912) 729-5673	none	\$500,000	
			•	

EXHIBIT 18

Dec.12.89 15:32 P.02

First Georgia Reacher#44
Rejecked

December 12, 1989

Ms. Lillian Holt President Northeast Florida Broadcasting Corp. 1235 Sharbeth Drive Jacksonville, Florida 32210

Dear Ms. Holt:

First Georgia Savings Bank, F.S.E. is pleased to learn of your intention to apply for a new FM broadcast station in Baldwin, Florida. The purpose of this letter is to advise it is our belief that capital costs and working capital for three months are well within the financial capability of Ms. Wads, the non-voting shareholder in your company.

We have knowledge of the financial strength of Dorothy Wade. We would readily accept her application for any sizeable loan with the belief that she would qualify for a loan up to \$500,000.00, but we would emphasize that she has assets and financial abilities that would probably negate the need for a loan of that size.

Any loan we would grant would mature in 10 years and bear an interest rate of Frime Plus 2%.

While this letter is not intended as a legal commitment from First Georgia Bavings Bank, F.B.B., it is intended to provide you and the FCC with a reasonable assurance that funds will be made available on the above terms for the purpose of constructing and operating the proposed station.

We look forward to working with you.

Rodrey E. Rennett Fresident

CERTIFICATE OF SERVICE

I, David Honig, this 23rd day of September, 1991, hereby certify that I have caused to be placed in U.S. First Class Mail, postage prepaid, the foregoing "Motion to Enlarge Issues" addressed to the following:

Hon. Edward Luton
Administrative Law Judge
Federal Communications
Commission
2000 L Street N.W.
Washington, D.C. 20554

Charles Cecil White and Dianna White d/b/a White Broadcasting Partnership 707 Newport Street Macclenny, FL 32063

Arthur V. Belendiuk, Esq. Smithwick & Belendiuk 2033 M Street N.W. Washington, D.C. 20036 Counsel for Johnson

James L. Winston, Esq. Rubin Winston & Diercks 1730 M St. N.W. #412 Washington, D.C. 20036 Counsel for Northeast Y. Paulette Laden, Esq. FCC Hearing Branch 2025 M Street N.W. #7212 Washington, D.C. 20554

Avelino G. Halagao, Esq. 7799 Leesburg Pike #900 Falls Church, VA 22043 Counsel for JEM

David Honiq